

UNITED STATES DISTRICT COURT
SOUTHERN DISTRICT OF NEW YORK

KEYBANK NATIONAL ASSOCIATION

Plaintiff,

v.

STALLION AVIATION LLC; TVPX AIRCRAFT
SOLUTIONS INC., not in its individual capacity, but
solely as Owner Trustee under the 2022 GV MSN 5265
Business Trust; and MOSHE SILBER, an individual,

Defendants.

Case No.: 24-cv-02610 (JSR)

 [Proposed] **FINAL ORDER
OF POSSESSION**

This matter comes before the Court on the Motion of Plaintiff KeyBank National Association (“KeyBank” or “Plaintiff”), for an Order confirming the Court’s *Ex Parte* Order for Immediate Possession, Replevin, and Injunctive Relief (the “Motion to Confirm,” Dkt. No. 17). The Court having considered the Verified Complaint (Dkt. No. 1) and the exhibits attached thereto, Plaintiff’s *Ex Parte* Motion for an Order of Immediate Possession, Replevin, and Injunctive Relief (the “Ex Parte Motion,” Dkt. No. 6), Declaration of Alberto Sanchez (the “Sanchez Declaration,” Dkt. No. 6-1) and the exhibits attached thereto, Declaration of Curtis L. Tuggle (the “Tuggle Declaration,” Dkt. No. 6-6), memorandum of law in support of the *Ex Parte* Motion (Dkt. No. 6-7), Supplemental Declaration of Alberto Sanchez (the “Sanchez Supplemental Declaration,” Dkt. No. 18), Supplemental Declaration of Curtis L. Tuggle (the “Tuggle Supplemental Declaration,” Dkt. No. 19), the accompanying memorandum of law in support of the Motion to Confirm (Dkt. No. 20), all other pleadings, papers, and evidence submitted in the above-captioned action and other relevant facts of which the Court may take judicial notice; and after due and proper notice having been given to Defendants Stallion Aviation LLC (“Stallion”), TVPX Aircraft Solutions,

Inc., not in its individual capacity, but solely as Owner Trustee under the 2022 GV MSN 5265 Business Trust (“TVPX”), Moshe Silber (“Silber” and together with Stallion and TVPX, the “Defendants”) and ONEflight International, Inc. “Permittee”); Defendants and Permittee having been afforded an opportunity to be heard with respect to the Motion to Confirm; and after due deliberation thereon; and the Court having subject matter jurisdiction over this case pursuant to 28 U.S.C. § 1332; and Defendants being subject to personal jurisdiction in this Court pursuant to the express terms of the Loan Documents and Article 43 of the Cape Town Convention; and venue being proper; and pursuant to Rule 64 of the Federal Rules of Civil Procedure (“F.R.C.P.”) and Article 71 of the New York Civil Practice Law and Rules (“C.P.L.R.”), and the Court being otherwise duly advised on the matter;

IT IS HEREBY FOUND THAT:

A. Stallion is in default under the Aircraft Loan Agreement dated December 29, 2021, as amended, restated, supplemented or modified by the Loan Modification, by and between KeyBank and Stallion (the “Loan Agreement”), whereby KeyBank extended a term loan in the amount of \$23,500,000.00 to Stallion for the purpose of financing (i) one Gulfstream Aerospace model GV-SP G550 aircraft bearing manufacture’s serial number 5265 and U.S. Registration Number N247EM (the “Airframe”); (ii) two (2) Rolls Royce BR700-710C4-11 engines bearing manufacturer’s serial numbers 15643 and 15642 (the “Engines”); (iii) and all appliances, parts, instruments, appurtenances, accessories and other equipment or property installed thereon or therein (the foregoing, together with the Airframe and Engines, the “Aircraft”).

B. The Event of Default under the Loan Agreement is an Event of Default under that certain Aircraft Security Agreement dated December 29, 2021, as amended, restated,

supplemented or modified by the Loan Modification, by and between KeyBank, in its capacity as the “Secured Party,” and TVPX, in its capacity as “Grantor” (the “Security Agreement”).

C. The Cape Town Convention (and related protocol), Loan Agreement, Security Agreement, Consent Agreements, other Loan Documents, the Uniform Commercial Code, and New York law entitle KeyBank to repossess and remove the Aircraft and all logs, manuals and data, inspection and maintenance records, other materials required by the FAA, or any other governmental authority having jurisdiction, to be maintained with respect to each item of Equipment, and all other records with respect to the Aircraft (the “Aircraft Documents”) upon the occurrence of an Event of Default by Stallion.

D. The Court had authority to issue the *Order of Immediate Possession and Injunction* (“Order of Seizure,” Dkt. No. 11) and has authority to issue this Order pursuant to the Cape Town Convention, Loan Agreement, Security Agreement, Consent Agreements, other Loan Documents, the Uniform Commercial Code, and New York Law with respect to KeyBank’s right to immediate possession of the Aircraft and Aircraft Documents.

E. The Court had authority to issue the Order of seizure without a hearing pursuant to Article 13 of the Cape Town Convention and in accordance with Section 5.2 of the Security Agreement and Loan Agreement, in which the Defendants agreed that KeyBank may obtain immediate possession of and remove the Aircraft, “by self-help, summary proceeding, or otherwise” upon the occurrence of an Event of Default “without notice.”

F. Pursuant to Section 5.5 of the Loan Agreement and Security Agreement, Stallion and TVPX have irrevocably appointed KeyBank as their attorney-in-fact, granting KeyBank with such Power of Attorney to, *inter alia*, “take any actions [] or institute any proceedings which [KeyBank] may deem to be necessary or appropriate at any time to protect and preserve the interest

of [KeyBank] in the Collateral, or in this [Loan] Agreement, the Security Agreement or the other Loan Documents.”

G. Stallion and TVPX have expressly waived any and all rights to prior notice of KeyBank’s efforts to obtain a writ of replevin, order of possession, or other judicial remedy; any and all rights to the imposition of any bond, surety, or other undertaking that may be required by statute, law, regulation, or custom in connection with any order of possession; and any and all rights to contest, hinder or delay KeyBank’s possession and disposition of the Aircraft, Aircraft Documents and any other collateral granted to KeyBank under the Security Agreement.

H. Stallion and TVPX further waived the requirement under C.P.L.R. § 7102(e) for an undertaking pursuant to the terms of (a) Section 5.2 of the Security Agreement with provides that after an Event of Default, KeyBank may obtain immediate possession “by self-help, summary proceedings or otherwise without any liability of any kind whatsoever on the part of the Secured Party for or by reason of such entry or taking of possession except any damage or injury to property or persons caused directly by Lender’s gross negligence or willful misconduct”; (b) Section 5.4 of the Security Agreement and Loan Agreement, whereby Stallion and TVPX “waive[] any rights, now or hereafter conferred by statute or otherwise, which might limit or modify any of the rights or remedies of the Lender under or in connection with this Article 5...”; and (c) the affirmative waiver on behalf of Stallion and TVPX by KeyBank through the exercise of its power of attorney, as contemplated by Section 5.5 of both the Loan Agreement and Security Agreement.

I. Pursuant to C.P.L.R. § 7102(c), the Declaration of Alberto Sanchez sets forth sufficient factual grounds to sustain the Motion.

J. In accordance with the terms of the Order of Seizure, on April 10, 2024, Defendants TVPX and Silber were properly served with copies of the a) Verified Complaint, and the exhibits

attached thereto; b) memorandum of law in support of the *Ex Parte* Motion; c) Sanchez Declaration, and the exhibits attached thereto; d) Tuggle Declaration; e) and the Order of Seizure (collectively the “Service Materials”), and such service was good and sufficient. *See Affidavit of Service* (Dkt. No. 13).

K. KeyBank attempted to serve Stallion the Service Materials via FedEx Priority Overnight mail on April 8, 2024, however due to scrivener error causing delayed delivery, and delivery to the address of notice identified in the Loan Documents which is currently vacant, KeyBank was unable to serve Stallion with the Service Materials by April 10, 2024, as required by the Order of Seizure. *See Affidavit of Service* (Dkt. No. 13).

L. KeyBank served Stallion the Service Materials via its registered agent on April 12, 2024, and such service was good and sufficient. *See Affidavit of Service* (Dkt. No. 13).

M. Defendants and Permittee were properly served with copies of the a) Motion to Confirm; b) memorandum of law in support of the Motion to Confirm; c) Sanchez Supplemental Declaration; d) Tuggle Supplemental Declaration, and the exhibits attached thereto; and e) the Proposed Order. *See Affidavit of Service* (Dkt. No. 21).

NOW THEREFORE IT IS HEREBY:

ORDERED that the Motion is granted, and the Order of Seizure is hereby confirmed; and it is further

ORDERED that KeyBank is entitled to, and shall have, **IMMEDIATE, PERMANENT, AND EXCLUSIVE POSSESSION** of the Aircraft and Aircraft Documents, and Stallion and TVPX shall (and shall cause their contractors, agents, and employees to) forthwith turn over possession of the Aircraft and Aircraft Documents to KeyBank, or to agents designated by KeyBank, and forthwith take all actions necessary to allow KeyBank to obtain access to and

possession of the Aircraft and Aircraft Documents, including terminating leases and sub-leases, if any remain, and obtaining the Aircraft and Aircraft Documents from third-party sub-lessees, operators, maintenance managers, or other contractors in possession or control of the Aircraft and/or and Aircraft Documents; and it is further

ORDERED that Stallion and TVPX shall immediately disclose the precise location of any KeyBank Collateral not previously disclosed to KeyBank or to agents designated by KeyBank in order for KeyBank to reclaim the same; and it is further

ORDERED that that Stallion and TVPX and any and all persons/entities who are in active concert or participation with Stallion and/or TVPX and who receive actual notice of this Order, shall, upon service of this Order in the manner described below, be immediately **ENJOINED AND RESTRAINED** from taking the following actions, alone or in concert with any person or entity: (i) attempting to exercise or exert any control over the Aircraft, Aircraft Documents, and other Collateral of KeyBank; (ii) taking any action to prevent KeyBank from retaking and retaining possession of the Aircraft, Aircraft Documents, and other Collateral of KeyBank; and (iii) taking any steps with respect to the registration or airworthiness of the Aircraft except as agreed to by KeyBank; and it is further

ORDERED that Stallion and TVPX shall immediately **TURNOVER** to KeyBank all Aircraft Documents, including those necessary for it to obtain a Certificate of Airworthiness, and other Collateral of KeyBank; and it is further

ORDERED that that a copy of this Order, together with copies of the papers upon which it has been granted, shall be served upon Defendants by personal delivery or overnight courier to the following: as to Stallion, to its registered agent located at 108 W. 13th Street, Suite 100, Wilmington, DE 19801; as to TVPX, to its chief executive office located at 39 E. Eagle Ridge Dr.

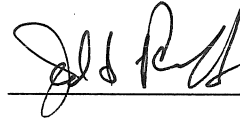
Suite 201, North Salt Lake, UT 84054; and as to Silber, to his residence at 25 Hidden Valley Drive, Suffern, NY 10901 and that such service shall be deemed good and sufficient; and it is further

ORDERED that no undertaking shall be required as Stallion and TVPX have waived any right for an undertaking; and it is further

ORDERED that KeyBank may exercise all remedies under the Loan Documents, the Cape Town Treaty, the Uniform Commercial Code, and New York law against the Collateral seized, including, but not limited to marketing and selling the Aircraft under the Uniform Commercial Code.

Dated: 5/2/24.

So Ordered.



SUBMITTED BY:

Curtis L. Tuggle
Emily J. Mathieu
Jonathan S. Hawkins
THOMPSON HINE LLP
300 Madison Avenue, 27th Floor
New York, New York 10017-4611
T: 212-344-5680 / F: 212-344-6101
Curtis.Tuggle@Thompsonhine.com
Emily.Mathieu@Thompsonhine.com
Jonathan.Hawkins@Thompsonhine.com

Counsel for KeyBank National Association